



## 2008-09 Financing Options

- Carl Perkins Loan**
  - In the student's name;
  - Not repayable until 9 months after the student graduates or 9 months after the student stops attending at least half-time – which ever occurs first;
  - No interest accrues on the loan while the student is enrolled at least half-time;
  - Once the loan goes into repayment, the interest is fixed at 5%, with a 10-year repayment option.
  
- Estimated Subsidized Stafford Loan**
  - In the student's name;
  - Not repayable until 6 months after the student graduates or 6 months after the student stops attending at least half-time – which ever occurs first;
  - No interest accrues on the loan while the student is enrolled at least half-time;
  - Once the loan goes into repayment, the interest is fixed at 6%, with a 10-year repayment option.
  
- Estimated Unsubsidized Stafford Loan**
  - In the student's name;
  - Not repayable until 6 months after the student graduates or 6 months after the student stops attending at least half-time – which ever occurs first;
  - The interest begins to accrue on the loan from the day the loan funds are disbursed;
  - The interest is fixed at 6.8%, with a 10-year repayment option.
  
- PLUS (Parent Loan for Undergraduate Students) Loan**
  - In the Parent's name;
  - The loan goes into repayment in March of 2009 or 60 days after last disbursement;
  - The interest rate is fixed at 8.5%, with a 10-year repayment option;
  - There is a 3% loan origination fee (be sure to add this to your loan amount);
  - **If this loan is denied due to credit reasons, the student automatically becomes eligible for an unsubsidized Stafford loan up to \$4,000;**
  - Parents may use the [www.finaid.org](http://www.finaid.org) website to find out estimated repayment amounts. On the left menu bar, click on Calculator; then click on Loan Calculator; scroll down and enter the loan amount.
  
- Private (Alternative) Loan**
  - In the student's name, **but student may need a co-signer**;
  - Not repayable until 6 months after the student graduates or 6 months after the student stops attending at least half-time – which ever occurs first;
  - Interest rate is market;
  - The interest begins to accrue on the loan from the day the loan funds are disbursed.
  
- Tuition Management Systems (TMS)**
  - 10 month interest-free payment plan – **this is not a loan, so everyone qualifies**;
  - \$60 enrollment fee;
  - Payments are from August 2008 through May 2009;
  - Just complete the "Easy as 1,2,3" worksheet and call (888)713-7234 to set up your plan today!

**Student/Parent must choose a lender for the Stafford and PLUS loans. You may visit our website at [www.udmercy.edu](http://www.udmercy.edu) to see a list of lenders that other UDM students have used in the past.**